U. S. DEPARTMENT OF LABOR

Employees' Compensation Appeals Board

In the Matter of DAVID CHAMPION <u>and</u> U.S. POSTAL SERVICE, POST OFFICE, Memphis, TN

Docket No. 01-1976; Oral Argument Held March, 5, 2003; Issued June 10, 2003

Appearances: *Leo Spann*, for appellant; *Thomas G. Giblin, Esq.*, for the Director, Office of Workers' Compensation Programs.

DECISION and **ORDER**

Before COLLEEN DUFFY KIKO, DAVID S. GERSON, MICHAEL E. GROOM

The issue is whether the Office of Workers' Compensation Programs properly determined appellant's wage-earning capacity based on his actual earnings as a modified part-time mailhandler.

On May 9, 1991 appellant, then a 37-year-old full-time toggle operator, filed a claim for traumatic injury alleging that he injured his back on April 21, 1991 while pulling a mail cart for dispatch. On September 6, 1991 the Office accepted appellant's claim for a lumbar strain and paid appropriate compensation. Appellant returned to work on July 21, 1997, working five hours per day light duty in a modified position.

On September 16 and October 3, 1997 appellant filed claims alleging that he sustained recurrences of back pain causally related to the work-related injury of April 21, 1991. The Office accepted appellant's claim for recurrence of disability beginning August 4, 1997 and that appellant sustained a temporary aggravation of a degenerative bulging disc at L4-5. He was paid appropriate compensation.

On February 9, 1999 the employing establishment offered appellant a modified part-time full (PTF) mailhandler position that complied with the restrictions set forth by the impartial medical specialist. The position was to be for four hours per day for two weeks and then increase to six hours per day. On March 8, 1999 appellant accepted the job offer and began work on March 13, 1999. The record reflects that from March 13 to 26, 1999 appellant worked four hours per day and on March 27, 1999 began working six hours per day.

In a decision dated April 30, 1999, the Office notified appellant that he had been recently reemployed as a modified mailhandler with wages of \$391.75 per week for four hours per day, and then \$587.67² per week for six hours per day. The Office noted that it was reducing appellant's compensation to reflect that he had returned to work in the modified mailhandler position. This employment was effective March 13, 1999 and again effective March 27, 1999 and was based on actual earnings.

By decision dated June 14, 1999, the Office noted that appellant had been reemployed as a modified PTF mailhandler six hours per day with wages of \$587.61 per week for over 60 days effective March 27, 1999. The Office noted that the duties of his position reflected appellant's work tolerance limitations established by the impartial medical adviser. Additionally, appellant's training, education and work experience had been considered in determining the suitability of this job. The Office noted that in accordance with 5 U.S.C. § 8106 and 5 U.S.C. § 8115 appellant's compensation was adjusted to reflect 75 percent of his wages.

In a letter dated January 14, 2000, appellant requested reconsideration of the Office decision.

By decision dated March 22, 2001, the Office denied modification of the Office decision dated June 14, 1999 on the grounds that appellant did not submit sufficient medical evidence to show that the original rating was incorrect or that appellant's medical condition changed.

On June 12, 2001 appellant again requested reconsideration of the Office decision dated March 22, 2001.

In a decision dated July 25, 2001, the Office again denied modification.⁴

The Board finds that the Office did not properly determine appellant's wage-earning capacity based on his actual earnings as a modified mailhandler six hours per day.

It is well established that once the Office has accepted a claim, it has the burden of justifying termination or modification of compensation of benefits.⁵ After it has determined that an employee has a disability causally related to his or her federal employment, the Office may not reduce compensation without establishing that the disability ceased or that it is no longer

¹ The record reflects that the Office granted a temporary loss of wage-earning capacity determination for the period of March 13 to 26, 1999 for four hours per day.

² This amount appears to be typographical error and should be \$587.61.

³ The record reflects that the Office granted a loss of wage-earning capacity determination for the period of March 27, 1999 for six hours per day.

⁴ The record also contains a decision dated January 21, 2000 in which the Office denied compensation for intermittent periods between March 30 and August 3, 1999.

⁵ See Lawrence D. Price, 47 ECAB 120 (1995); Charles E. Minniss, 40 ECAB 708 (1989); Vivien L. Minor, 37 ECAB 541 (1986).

related to the employment. Section 8115(a) of the Federal Employees' Compensation Act⁶ provides that, in determining compensation for partial disability, the wage-earning capacity of an employee is determined by his actual earnings if his actual earning fairly and reasonably represent his wage-earning capacity. Generally, wages actually earned are the best measure of a wage-earning capacity and in the absence of evidence showing that they do not fairly and reasonably represent the injured employee's wage-earning capacity, must be accepted as such a measure. However, if actual earnings are derived from a make-shift position designed for the employee's particular needs⁹ or when the job constitutes part-time, sporadic, seasonal or temporary work, actual earnings may not represent wage-earning capacity.

The record shows that appellant was originally employed in a permanent position as a full-time toggle operator. Following his return to work on July 21, 1997, appellant sustained a recurrence of disability in August 1997 and thereafter returned to work on February 9, 1999 as a modified PTF mailhandler for four hours per day increasing to six hours per day as of March 27, 1999. This position was modified to accommodate the physical restrictions of appellant, however, it was not full time. ¹¹

The record reflects that appellant received actual wages for 60 days beginning March 27, 1999. Appellant became employed as a modified part-time mailhandler and earned an average weekly wage of \$587.61. However, the Board notes that appellant was working part time when he sustained a recurrence of disability in 1997 but had been working full time at the time of the original injury in 1991.

Section 2.814.7 of the Office procedure manual states:

"7. Determining WEC [wage-earning capacity] Based on Actual Earnings. When an employee cannot return to the date of injury job because of disability due to work-related injury or disease, but does return to alternative employment with an actual wage loss, the CE [claims examiner] must determine whether the earnings

⁶ 5 U.S.C. §§ 8101-8193.

⁷ 5 U.S.C. § 8115(a); *Clarence D. Ross*, 42 ECAB 556 (1991).

⁸ Stanley B. Plotkin, 51 ECAB 700 (2000).

⁹ William D. Emory, 47 ECAB 365 (1996).

¹⁰ See Monique L. Love, 48 ECAB 378 (1997).

¹¹ See Richard M. Knight, 42 ECAB 320 (1991).

in the alternative employment fairly and reasonably represent the employee's WEC. Following is an outline of actions to be taken by the CE when a partially disabled claimant returns to alternative work:

a. Factors Considered. To determine whether the claimant's work fairly and reasonably represents his or her WEC, the CE should consider [such factors as] whether...."

* * *

- (1) The job is part time (unless the claimant was a part-time worker at the time of injury) or sporadic in nature;
- (2) *The job is seasonal* in an area where year-round employment is available. If an employee obtains seasonal work voluntarily in an area where year-round work is generally performed, the CE should carefully determine whether such work is truly representative of the claimant's WEC; or
- (3) The job is temporary where the claimant's previous job was permanent." 12

The Office of Personnel Management (OPM) recognizes four kinds of appointments: (1) career; (2) career conditional (essentially a probationary period); (3) term (not to exceed four years and with no career status); and (4) temporary (not to exceed one year, with a one-year extension possible and with no career status). OPM also recognizes five kinds of tours of duty: (1) full time (40 hours per week); (2) part time (16 to 32 hours per week); (3) intermittent (no regularly scheduled hours); (4) seasonal (less than 12 months a year, with either a full-time, part- time or intermittent schedule); and (5) on call (usually at least six months a year on an asneeded basis, with either a full-time or part-time schedule). ¹³

The record indicates that appellant accepted the modified PTF mailhandler position four hours per day and then increased to six hours per day on March 27, 1999 as reflected on the job offer of February 9, 1999. This position was six hours per day. The evidence in this case is insufficient to support that appellant's appointment and tour of duty as a part-time modified PTF mailhandler position were equivalent to those in his date-of-injury position as a full-time toggle operator. The first appointment was full-time, eight hours per day, permanent position and the second appointment was a part-time, six-hour per day, permanent position. The evidence clearly shows that the position accepted in 1999 and commencing March 27, 1999 six hours per day was not the equivalent of the date-of-injury position. Therefore, the Office improperly accepted these earnings as the best measure of his wage-earning capacity. The Board finds that this position was not consistent with his original full-time toggle operator position. Appellant's

¹² Federal (FECA) Procedure Manual, Part 2 -- Claims, *Reemployment: Determining Wage-Earning Capacity*, Chapter 2.814.7(a) (July 1997).

¹³ Federal (FECA) Procedure Manual, Part 2 -- Claims, *Determining Pay Rates*, Chapter 2.900.3.a (December 1995).

current part time, six hours per day, PTF mailhandler position, in terms of the kind of appointment and tour of duty, is not equivalent to those of the job held on the date of injury. Thus, appellant's current work is not suitable reemployment and does not accurately reflect his wage-earning capacity.

For these reasons, the evidence of record demonstrates that the position of part-time modified mailhandler was not suitable as it did not fairly and reasonably represent his wage-earning capacity because appellant was not a part-time worker at the time of the original injury in 1991, rather he was a full-time toggle operator. Therefore, the Board finds that the Office improperly calculated appellant's wage-earning capacity.

The July 25 and March 22, 2001 decisions of the Office of Workers' Compensation Programs are hereby reversed.

Dated, Washington, DC June 10, 2003

> Colleen Duffy Kiko Member

David S. Gerson Alternate Member

Michael E. Groom Alternate Member